

# Town of Hopkinton Select Board 2022 Proposed Budget Update to Previous Presentation

Presentation to the Budget Committee

Wednesday, January 12, 2021

## Since initial presentation to Budget Committee

- Select Board considered Budget Committee comments.
- Select Board discussed further the Houston Barn needs.
- Houston Barn Committee provided corrected numbers.
- Select Board decided to proceed with proposing the stabilization of the barn this year.
- Select Board changed how it intends to allocate ARPA funds.

# Houston Barn Committee

## Remove Barn

### Replacement on same site

- New 8800 sf building
- Two Stories; like current configuration

\$1.727m

### Replacement on new site

- New 7000 sf building
- One Story
- Near Ballfields
- Remove Barn, clean site

\$2.286m

## Restore Barn

### Barn Stabilization

- Structural repairs
- Jack building
- New Foundation with waterproofing
- Set building on new foundation
- Replace roof with standing seam metal

\$875k

### Barn Rehabilitation

- Stabilization Items
- Install Fire suppression
- Install electricity
- Separate DPW and insulate
- Heat in DPW/spinkler
- Siding, trim, doors, and windows

\$1.783m

# Proposal to pay the \$875,000 cost

Use of all the ARPA Funds	\$603.000
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10-year bond	272,000
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# Use of ARPA Funds

- **\$603,000**
  - Use of all funds available
  - Use of one-time funds for one-time expense



# Appropriation Changes due to this use of ARPA Funds

- The \$200,00 of ARPA funds previously proposed to offset operating costs will no longer be available.
- The \$60,000 previously proposed to be added to the Town Facilities Maintenance Trust going toward the barn roof will not be needed.
- Net impact is \$140,000 additional required to be raised by taxation in 2022.



**2022 TAX RATE ESTIMATION  
SELECT BOARD NUMBERS**

	<u>2021 Approved</u>	<u>2022 Proposed</u>	<u>\$ Change</u>	<u>% Change</u>
<b>REVENUE</b>				
<b><u>OPERATING REVENUE</u></b>				
Operating Revenue	3,234,976	3,342,858	107,882	3.33%
Sewer Fund Revenue	193,958	217,494	23,536	12.13%
<b>Total</b>	<b>3,428,934</b>	<b>3,560,352</b>	<b>131,418</b>	<b>3.83%</b>
<b>PASSTHROUGH REVENUE</b>				
Barn Bond	-	272,000.00	272,000	100.00%
From Special Revenue Funds	86,000	60,000	(26,000)	-30.23%
<b>Total</b>	<b>86,000</b>	<b>332,000</b>	<b>246,000</b>	<b>286.05%</b>
<b>GRAND TOTAL</b>	<b>3,514,934</b>	<b>3,892,352</b>	<b>377,418</b>	<b>10.74%</b>
<b>EXPENSES</b>				
<b><u>OPERATING BUDGET</u></b>				
Expenses	7,481,418	8,088,520	607,102	8.11%
Sewer Expenses	180,668	194,994	14,325	7.93%
<b>Total</b>	<b>7,662,086</b>	<b>8,283,514</b>	<b>621,428</b>	<b>8.11%</b>
<b><u>WARRANT ARTICLE (INDIVIDUAL)</u></b>				
To CRF	706,000	705,000	(1,000)	-0.14%
To Trust Funds	72,500	27,001	(45,499)	-62.76%
<b>Total</b>	<b>778,500</b>	<b>732,001</b>	<b>(46,499)</b>	<b>-5.97%</b>
<b><u>WARRANT ARTICLES (INDIVIDUAL)</u></b>				
Barn Bond	-	272,000	272,000	100.00%
Financial Software	61,300	-	(61,300)	-100.00%
Pay-by-Bag Special Revenue	85,000	60,000	(25,000)	-29.41%
Senior Center Rental Spec. Rev	1,000	-	(1,000)	-100.00%
<b>Total</b>	<b>147,300</b>	<b>332,000</b>	<b>184,700</b>	<b>125.39%</b>
<b><u>OTHER RATE IMPACTS</u></b>				
Fund Balance use	(331,300)	(200,000)	131,300	0.00%
Overlay	193,652	130,000	(63,652)	-32.87%
War Service Credits	214,900	214,900	-	0.00%
<b>Total</b>	<b>77,252</b>	<b>144,900</b>	<b>67,648</b>	<b>87.57%</b>
<b><u>GRAND TOTALS</u></b>				
<b>GRAND TOTALS</b>	<b>5,150,204</b>	<b>5,600,063</b>	<b>449,859</b>	<b>8.73%</b>
<b>TAX IMPACT</b>	<b>6.54</b>	<b>7.07</b>	<b>0.53</b>	<b>8.03%</b>

**Valuation**

2021	788,374,298
2022	792,316,169



# Tax Rate Impact

- Amount to be raised by taxes

<u>2021</u>	<u>2022</u>	<u>\$ Change</u>	<u>% Change</u>
\$5,150,204	\$5,600,063	\$449,859	8.73%

- Tax Rate using estimated 2022 valuation

<u>2021</u>	<u>2022</u>	<u>\$ Change</u>	<u>% Change</u>
\$6.54	\$7.07	\$ 0.53	8.03%



# Bond/Note Numbers

						Tax	Cost
YEAR	Outstanding Principal	Principal Payment	Rate	Interest	Total Payment	Impact	\$350,000 Property
2023	272,000	27,200	2.00%	2,720	29,920	0.0378	13.22
2024	244,800	27,200	2.00%	4,896	32,096	0.0405	14.18
2025	217,600	27,200	2.00%	4,352	31,552	0.0398	13.94
2026	190,400	27,200	2.00%	3,808	31,008	0.0391	13.70
2027	163,200	27,200	2.00%	3,264	30,464	0.0384	13.46
2028	136,000	27,200	2.00%	2,720	29,920	0.0378	13.22
2029	108,800	27,200	2.00%	2,176	29,376	0.0371	12.98
2030	81,600	27,200	2.00%	1,632	28,832	0.0364	12.74
2031	54,400	27,200	2.00%	1,088	28,288	0.0357	12.50
2032	27,200	27,200	2.00%	544	27,744	0.0350	12.26
		<b>272,000.00</b>		<b>27,200</b>	<b>299,200</b>		<b>\$ 132.17</b>
2022 Estimated Valuation				792,316,169			



Questions?

